COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF STRINGTOWN WATER DISTRICT

CASE NO. 94-088

ORDER

On February 28, 1994, Stringtown Water District ("Stringtown") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. Stringtown's application specified that the adjustment was needed because the City of Lawrenceburg ("Lawrenceburg") had increased its rates for water sold from \$1.17 per one thousand gallons to \$1.24 per one thousand gallons. Relying upon these figures, the Commission approved a purchased water adjustment of \$0.08 per one thousand gallons in its Order of March 21, 1994.

It has since come to the Commission's attention that the figures relied upon by Stringtown and by the Commission were erroneous. Lawrenceburg had increased its rates by 4.4 cents per thousand gallons due to the Kentucky River Authority's institution of a charge of 4.4 cents per thousand gallons of water withdrawn from the Kentucky River. However, Lawrenceburg's original notice to Stringtown advised that the increase would be 6.6 cents per thousand gallons. Consequently, Stringtown's calculations in its original application were in error.

Stringtown has filed with the Commission information based upon revised calculations.

IT IS THEREFORE ORDERED that Case No. 94-088 is hereby reopened so that the Commission may consider new information regarding Stringtown's application for purchased water adjustment and revise Stringtown's rates accordingly.

Done at Frankfort, Kentucky, this 30th day of November, 1994.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commickioner

ATTEST:

Executive Director